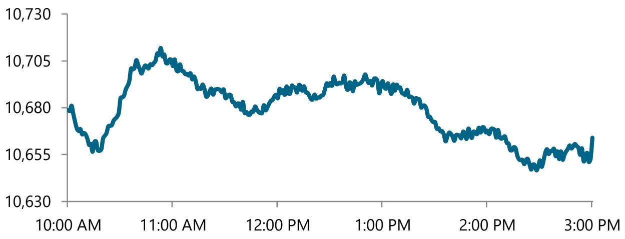
Daily Markets Overview

19 January 2023

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	10,664	-0.2	-0.7	1.8	17.1
Saudi (NOMUC)	19,053	-1.1	-0.9	-1.9	NA
Energy	5,444	0.2	-0.1	0.3	6.6
Materials	6,713	0.7	-0.1	6.7	11.1
Capital Goods	5,698	0.5	-0.7	9.0	10.7
Com. & Prof. Svc	3,536	0.0	0.3	2.9	31.3
Transportation	4,631	0.4	-1.1	2.0	NA
Cons. Durables & Apparel	4,468	-0.2	-0.3	5.8	NA
Consumer Services	4,058	0.5	0.4	10.0	NA
Media	22,597	0.2	0.6	5.1	24.8
Retailing	7,410	0.9	-0.5	3.3	28.4
Food & Staples Retailing	8,877	-0.5	-1.8	3.9	6.1
Food & Beverages	4,890	2.0	1.9	5.4	29.6
Health Care Equipment	9,154	0.0	-0.8	0.5	40.3
Pharma, Biotech & Life Science	3,084	-0.4	0.9	7.3	NA
Banks	11,430	-1.1	-1.6	-1.0	14.9
Diversified Financials	6,226	-1.8	-3.9	-2.1	29.5
Insurance	5,431	0.9	2.0	2.2	NA
Telecommunication	6,557	0.2	-0.8	2.6	14.5
Utilities	7,479	-0.1	-0.5	4.2	22.2
REITs	3,921	0.1	-1.0	-1.4	17.2
Real Estate	2,593	0.2	-1.5	3.7	NA

Sources: Bloomberg, Reuters, Tadawul

Saudi Market Update

- TASI closed 0.2% lower at 10,664, while NOMUC decreased 1.1% to 19,053 on Wednesday. TASI traded value totaled SAR 3.9bn and averaged SAR 3.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 25.9% of the daily traded value.
- MSCI Emerging Markets closed 0.3% higher on Wednesday, trading at P/E (TTM) of 12.7x vs. 17.1x for TASI.
- Banks decreased 1.1%, while Materials increased 0.7%. Telecom ended 0.2% higher. Food & Beverages (up 2.0%) was the best performing sector. Among stocks, Etihad Atheeb Telecommunication Co. (7040/EAT AB), Dur Hospitality Co. (4010/DUR AB), and Methanol Chemicals Co. (2001/CHEMANOL AB), led the gainers.
- According to the Minister of Economy and Planning, KSA is confident of the strength of its economy in the face of challenges and expects to record a growth of 3.1% in 2023. He added that the most important element in the strength of country's economy is effective economic policies that push towards diversifying sources of income and opening more horizons for new and promising sectors and opportunities to achieve sustainable development. *(Source: Argaam)*
- The Minister of Finance stated that KSA seeks to be role model for the region and encourages neighboring countries to undertake reforms. He added that the country is changing the way it provides assistance to allies, shifting from previously giving direct grants and deposits unconditionally. *(Source: Argaam)*
- The Minister of Industry and Mineral Resources said that manufacturing and mining sectors offer huge opportunities while indicating that the competitive environment will either allow the country to grow quickly, or become part of the Saudi resilience policy, like food security and pharmaceuticals industries. *(Source: Argaam)*
- The Ministry of Human Resources and Social Development issued a decision to nationalize a number of activities and professions at different percentages in Jazan Province, in cooperation. This decision comes within the framework of the regional nationalization program, which is implemented by the ministry in partnership with the Ministry of Interior. *(Source: Argaam)*
- According to the Saudi Central Bank (SAMA), the point-of-sale (POS) transactions reached nearly SAR 10.7bn (USD 2.84bn) in the week ended January 14, compared to SAR 11.2bn (USD 2.98bn) in the week before. Data showed that about 155.8mn transactions were processed during the week. *(Source: Argaam)*
- According to the Managing Director of the International Monetary Fund (IMF), economic growth rates in KSA are important to the global economy as the country has a vital role to play in ensuring energy security. She added that IMF admires the way Vision 2030 programs are being implemented in the country, while expecting global economy to continue to slow down in 2023. *(Source: Argaam)*

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Etihad Atheeb Telecommunication Co.	72.20	8.4%	241
Dur Hospitality Co.	22.80	5.9%	38
Methanol Chemicals Co.	26.85	4.3%	53
CHUBB Arabia Cooperative Insurance Co.	16.88	4.2%	2
Al-Rajhi Co. for Cooperative Insurance	97.60	4.1%	31

Source: Tadawul

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	32.00	-4.1%	200
The Qassim Cement Co.	73.30	-3.6%	8
Saudi Tadawul Group Holding Co.	170.40	-3.0%	72
The Saudi National Bank	48.50	-2.2%	192
Arab National Bank	28.10	-1.8%	15

Upcoming General Assembly Meetings

Company	Date
National Gas & Industrialization Co.	22-Jan-23
Arabian Centres Co	24-Jan-23
Saudi Advanced Industries Co.	25-Jan-23
Arriyadh Development Co.	25-Jan-23
Saudi Paper Manufacturing Co.	29-Jan-23
Saudi Cable Co.	6-Feb-23

Source: Tadawul

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Etihad Atheeb Telecommunication Co.	72.20	8.4%	241
Al Rajhi Bank	77.50	-0.6%	230
Alinma Bank	32.00	-4.1%	200
The Saudi National Bank	48.50	-2.2%	192
The Saudi Arabian Oil Company	32.15	0.2%	151

Source: Tadawul

NOTES: *(1) Prices as of last trade. Updated as of January 18, 2023*
(2) WTD: Week to Date and YTD: Year to Date

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,349	-0.2	0.8	0.4	9.2
Abu Dhabi (ADX)	10,241	-0.3	0.3	0.3	27.8
Kuwait (KSE)	6,941	0.5	0.4	0.3	21.9
Qatar (QE)	10,586	-0.2	-3.7	-0.9	11.7
Oman (MSM)	4,837	0.4	-0.9	-0.4	13.0
Bahrain (BSE)	1,911	0.9	1.1	0.9	8.0
DJMENA Index	697	-0.3	-0.6	0.6	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,929	-1.6	-1.8	2.3	18.6
US (NASDAQ 100)	10,957	-1.2	-1.1	4.7	21.0
UK (FTSE 100)	7,831	-0.3	-0.2	5.1	11.2
Germany (DAX)	15,182	0.0	0.6	9.0	12.3
France (CAC 40)	7,083	0.1	0.9	9.4	11.5
Russia (MICEX)	2,196	0.0	-0.2	2.0	NA
Japan (Nikkei)	26,791	2.5	2.6	2.7	21.1
Hong Kong (HSI)	21,678	0.5	-0.3	9.6	12.8
South Korea (KOSPI)	2,368	-0.5	-0.7	5.9	11.9
China (SHCOMP)	3,224	0.0	0.9	4.4	14.1
India (NIFTY)	18,165	0.6	1.2	0.3	24.0
Brazil (IBOV)	112,228	0.7	1.2	2.3	6.1
Turkey (BIST 100)	5,384	1.3	8.0	-2.3	7.1
Egypt (EGX30)	15,987	0.0	2.8	9.5	9.0
MSCI Emerging Markets	1,030	0.3	0.0	7.7	12.7
MSCI World	2,736	0.0	0.0	5.1	17.4

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude ($/bbl)	85.0	-1.1	-0.4	-1.1	-2.9
Natural Gas ($/mmbtu)	3.3	-7.7	-3.2	-26.0	-23.6
Gold ($/oz)	1,904	-0.2	-0.8	4.4	5.0
Silver ($/oz)	23.5	-1.9	-3.3	-2.0	0.0
Platinum ($/oz)	1,042	-0.2	-2.6	-3.0	5.7
Copper ($/t)	9,326	0.5	1.7	11.5	-3.7
Zinc ($/t)	3,423	3.3	2.2	14.0	-4.4
Lead ($/mt)	2,218	-1.0	0.1	-5.0	-5.9
Wheat ($/bu)	743	-1.2	-0.2	-6.3	-3.5
Corn ($/bu)	681	-0.6	0.9	0.4	20.5
Sugar ($/lb)	19.8	-1.6	0.5	-1.1	8.9

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	4.80	0.00	0.03	0.00
Saudi Arabia	5.45	0.06	0.11	0.66
UAE	4.46	-0.19	0.15	-0.34
Kuwait	4.06	0.00	0.06	-0.74
Qatar	5.32	0.00	0.03	0.52
Bahrain	6.15	0.00	0.01	1.35

Source: Reuters

NOTES:

(1) Prices updated as of January 18, 2023 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Wednesday. S&P and NASDAQ decreased 1.6% and 1.2%, respectively. Dow Jones Industrial closed 1.8% lower. In Europe, UK declined 0.3%, while Germany ended flat. France increased 0.1%.
- Asian markets are trading mixed on Thursday. China is up 0.1%, while Japan is down 1.5%. South Korea is trading 0.4% higher, while Hong Kong is trading flat. India is down 0.4%, in the morning session.
- GCC markets ended mixed on Wednesday. Dubai and Abu Dhabi decreased 0.2% and 0.3%, respectively. Kuwait increased 0.5%, while Qatar declined 0.2%. Oman and Bahrain closed 0.4% and 0.9% higher, respectively.
- UK inflation rate for December stood at 0.4% M/M and 10.5% Y/Y (prior: 0.4% M/M, 10.7% Y/Y; consensus: 0.4% M/M, 10.5% Y/Y). *(Source: Trading Economics)*
- Eurozone inflation rate for December stood at -0.4% M/M and 9.2% Y/Y (prior: -0.1% M/M, 10.1% Y/Y; consensus: -0.3% M/M, 9.2% Y/Y). *(Source: Trading Economics)*
- US industrial production for December stood at -0.7% M/M and 1.6% Y/Y (prior: -0.6% M/M, 2.2% Y/Y; consensus: -0.1% M/M). *(Source: Trading Economics)*
- The Vice President, Prime Minister and Ruler of Dubai announced that the real estate sector ended another exceptional year with annual transactions setting new records, marking the sector a major contributor to the goals of the Dubai Economic Agenda D33. He added that the country's annual real estate transactions crossed the AED 500bn (SAR 511.23bn) milestone for the first time with 122,658 real estate transactions in 2022, valued at AED 528bn (SAR 539.86bn) and completion of 55 real estate projects worth AED 11.9bn (SAR 12.17bn), a growth of 57% and 8% in value. *(Source: Zawya)*
- According to the Dubai's Land Department (DLD), real estate market recorded 461 sales transactions worth AED 1.25bn (SAR 1.28bn), in addition to 95 mortgage deals of AED 5.22bn (SAR 5.34bn), and 53 gift deals amounting to AED 154.86mn (SAR 158.34mn) on Wednesday. It added that the sales included 384 villas and apartments worth AED 921.97mn (SAR 942.68mn), and 77 land plots worth AED 332.08mn (SAR 339.54mn), while the mortgages included 80 villas and apartments worth AED 5.12bn (SAR 5.24bn) and 15 land plots valued at AED 106.71mn (SAR 109.11mn), bringing the total realty transactions of today to over AED 6.6bn (SAR 6.75bn). *(Source: Zawya)*
- The UAE Government signed a number of partnerships and agreements with the World Economic Forum, aiming to enhance the framework of cooperation and joint efforts in strategic sectors and areas of global interest. The Minister of Cabinet Affairs added that the partnership with the WEF contributes to strengthening the UAE's efforts aimed at meeting the current and future stages' requirements. It will also strengthen the UAE's position as a regional and global center for studying innovative government practices. (Source: Zawya)

Coming Up

- US jobless claims for the week ended January 14 (prior: 205K; consensus: 214K) will be announced today. *(Source: Trading Economics)*
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 13 (prior: 19.0mn barrels; consensus: -0.6mn) will be announced today. *(Source: Trading Economics)*
- Japan inflation rate for December (prior: 0.3% M/M, 3.8% Y/Y) will be announced tomorrow. *(Source: Trading Economics)*

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Saudi Fransi Capital (Closed Joint Stock Company Owned by Banque Saudi Fransi)

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